GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:2671
ANSWERED ON:19.12.2003
PACKAGE FOR MODERNISATION OF MILLS
AVSM, BRIG.(RETD.) KAMAKHYA PRASAD SINGH DEO

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government has a proposal to modernize weaving mills in the country;

(b) whether the Government has announced any package for the purpose; and

(c) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI GINGEE N. RAMACHANDRAN)

(a) to (c) For modernisation of the whole of textile and jute industries of the country, including the weaving industries, Government has launched the Technology Upgradation Fund Scheme (TUFS) which is in operation since 1st April, 1999. The Scheme provides for a reimbursement of interest @ 5% point on the interest charged by the lending agency on a project of technology upgradation in conformity with the Scheme. For powerloom sector, with effect from 06.11.03, upfront 20% capital subsidy for powerloom and weaving preparatory machinery have been allowed by further expanding the credit network to include all cooperative banks and other genuine Non-banking Financial Companies (NBFS) recognized by the Reserve Bank of India